

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



**CORRECTED
FISCAL NOTE**

HB 2194 - SB 2192

April 7, 2009

SUMMARY OF BILL: Authorizes school districts to remain separate in counties where the municipal and county governments consolidate if one or more of the local education agencies is a special school district that is not authorized to consolidate in its original governing act.

ESTIMATED FISCAL IMPACT:

On March 24, 2009, we issued a fiscal note for this bill indicating an *other fiscal impact* – *Direct impact of the bill is not significant since it prohibits consolidating local education agencies under certain circumstances. Any savings to local government that would have been realized under a consolidation model would not be.* On April 7, 2009, we received additional information from the Office of Legal Services. The summary, fiscal impact, and assumptions were in error and have been corrected.

(CORRECTED)

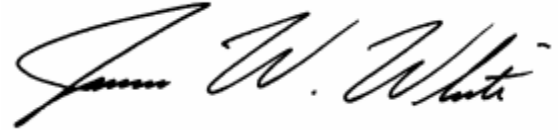
Other Fiscal Impact – Direct impact of the bill is not significant since it authorizes non-consolidation of local education agencies under certain circumstances. Any savings to local government that would have been realized under a consolidation model would not be.

Assumptions:

- Special school districts operating as such may continue to do so in the event of county and municipal government consolidation. School districts may remain separate and continue to operate autonomously.
- Consolidating LEAs will realize a decrease in local expenditures. By remaining separate, LEAs that do not consolidate will not realize this savings.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

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